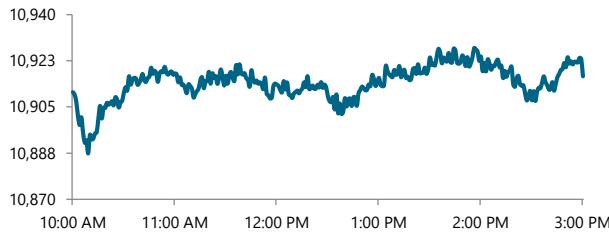


Daily Markets Overview

28 July 2021

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	10,917	0.2	1.1	25.6	32.2
Saudi (NOMUC)	24,374	1.2	-0.3	-7.1	NA
Energy	5,514	-0.2	-0.5	2.3	30.7
Materials	7,498	0.7	2.7	30.5	40.0
Capital Goods	9,236	0.2	1.6	41.3	31.2
Com. & Prof. Svc	4,355	0.9	2.1	7.3	NA
Transportation	6,271	0.4	-0.7	29.5	NA
Cons. Durables & Apparel	8,320	0.3	-0.1	45.4	NA
Consumer Services	4,937	0.7	0.2	15.6	NA
Media	21,295	0.8	14.0	108.4	NA
Retailing	10,769	0.2	0.9	25.9	37.9
Food & Staples Retailing	10,099	-0.4	-0.2	-4.2	31.0
Food & Beverages	5,981	-0.3	0.3	9.5	35.4
Health Care Equipment	7,731	-1.1	2.0	36.7	41.1
Pharma, Biotech & Life Science	7,810	-1.2	1.5	51.0	NA
Banks	10,151	0.0	0.4	33.8	23.3
Diversified Financials	7,950	-0.1	0.1	73.0	NA
Insurance	6,890	1.0	1.7	14.4	40.6
Telecommunication	8,165	1.3	1.8	18.3	24.9
Utilities	5,590	-2.5	1.6	21.3	23.5
REITs	5,048	0.7	1.2	17.8	39.9
Real Estate	3,648	0.2	1.4	20.8	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Alandalus Property Co.	30.25	10.0%	263
AXA Cooperative Insurance Co.	43.55	6.6%	77
Al Mashaar REIT	11.90	5.7%	73
Gulf General Cooperative Insurance Co.	20.80	4.8%	143
Herfy Food Services Co.	67.00	4.7%	169

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
Petro Rabigh	27-Jul	2Q21	717.0	150%	0.82	NA
Saudi Ceramics	27-Jul	2Q21	63.3	865%	0.79	NA
OASIS	27-Jul	2Q21	16.3	146%	1.09	NA
Saudi Kayan	26-Jul	2Q21	781.0	296%	0.52	NA
YANSAB	25-Jul	2Q21	596.3	1230%	1.06	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of July 27, 2021
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.2% higher at 10,917, while NOMUC ended 1.2% higher to 24,374 on Tuesday. TASI traded value totaled SAR 7.2bn and averaged SAR 10.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 18.3% of the daily traded value.
- MSCI Emerging Markets closed 2.2% lower on Tuesday, trading at PE (TTM) of 15.4x vs. 32.2x for TASI.
- Banks closed flat, while Materials ended 0.7% higher. Telecom gained 1.3% and was the best performing sector. Among stocks, Alandalus Property Co. (4320/ALANDALU AB), AXA Cooperative Insurance Co. (8250/AXA AB), and Al Mashaar REIT (4337/MASHAAR AB), led the gainers.
- Yanbu National Petrochemical Co. (2290/YANSAB AB)'s Chairman revealed that 2Q21 net profit was bolstered by the significant improvement in product prices, as the average selling prices of all products increased compared to 2Q20. He further added that the rise in product prices came in line with a recovery in global markets, compared to 2Q20, when the prices of many petrochemicals saw a significant surge of over 100%. (Source: Argaam)
- Rabigh Refining and Petrochemical Co. (2380/PETROR AB) swung to a net profit after Zakat and tax of SAR 1.37bn (USD 364mn) for 1H21, against a net loss of SAR 3.23bn (USD 861mn) in prior-year period. The company attributed the strong performance to improved petrochemicals product margins and better market conditions, driven by a gradual recovery of the global economy from the COVID-19 pandemic. (Source: Argaam)
- Saudi Ceramic Co. (2040/SCERCO AB) reported a net profit after Zakat and tax of SAR 134mn (USD 35.7mn) for 1H21, up from SAR 17.2mn (USD 4.6mn) in the same period last year. The company attributed the profit rise to improved profit margins, which positively reflected on the growth in operating profits, in addition to lower financing costs. (Source: Argaam)
- Zahrat Al Waha for Trading Co. (3007/OASIS AB) reported a net profit after Zakat and tax of SAR 36.6mn (USD 9.8mn) for 1H21, an 87% increase from SAR 19.5mn (USD 5.2mn) in the year-ago period. The company attributed the increase in net profit to higher sales, other revenue, and profits at fair value from investment portfolio. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
National Medical Care Co.	69.50	-3.7%	21
Saudi Electricity Co.	25.25	-2.7%	68
United Electronics	131.20	-2.7%	15
Al Hassan Ghazi Ibrahim Shaker	32.05	-2.4%	96
Al Hammadi Co for Development & Investment	39.10	-2.4%	5

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Kayan Petrochemical Co.	19.50	-0.3%	462
Alandalus Property Co.	30.25	10.0%	263
Dar Alarkan Real Estate Development Co.	10.46	-1.0%	206
Alkhorayef Water and Power Technologies Co.	130.00	-1.2%	205
Al Rajhi Bank	109.40	-0.6%	182

Source: Tadawul

Daily Markets Overview

28 July 2021

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,761	0.1	0.6	10.8	21.0
Abu Dhabi (ADX)	7,171	0.0	1.5	42.1	24.2
Kuwait (KSE)	6,480	0.0	1.0	20.7	NA
Qatar (QE)	10,668	-0.1	-0.3	2.2	17.1
Oman (MSM)	4,017	0.3	-1.4	9.8	12.3
Bahrain (BSE)	1,594	-0.1	1.0	7.0	13.3
DJMENA Index	688	0.2	0.4	18.3	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	4,401	-0.5	-0.2	17.2	28.3
US (NASDAQ 100)	14,661	-1.2	-1.2	13.8	32.2
UK (FTSE 100)	6,996	-0.4	-0.4	8.3	NA
Germany (DAX)	15,519	-0.6	-1.0	13.1	29.1
France (CAC 40)	6,532	-0.7	-0.6	17.7	39.9
Russia (MICEX)	3,733	-0.5	0.0	13.5	11.8
Japan (Nikkei)	27,970	0.5	1.5	1.9	19.2
Hong Kong (HSI)	25,086	-4.2	-8.2	-7.9	10.9
South Korea (KOSPI)	3,233	0.2	-0.7	12.5	19.0
China (SHCOMP)	3,381	-2.5	-4.8	-2.6	15.5
India (NIFTY)	15,746	-0.5	-0.7	12.6	28.7
Brazil (IBOV)	1,24,612	-1.1	-0.4	4.7	15.3
Turkey (BIST 100)	1,360	0.8	0.6	-7.9	9.1
Egypt (EGX30)	10,763	0.6	1.1	-0.8	10.5
MSCI Emerging Markets	1,252	-2.2	-4.5	-3.0	15.4
MSCI World	3,069	-0.4	-0.1	14.1	28.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	74.5	0.0	0.5	43.8	71.6
Natural Gas (\$/mmbtu)	4.0	-3.2	-2.2	56.4	53.7
Gold (\$/oz)	1,799	0.1	-0.2	-5.2	-7.4
Silver (\$/oz)	24.7	-2.0	-1.9	-6.5	0.4
Platinum (\$/oz)	1,054	-1.3	-0.9	-1.6	11.4
Copper (\$/t)	9,740	-0.5	2.6	25.7	51.6
Zinc (\$/t)	2,969	-0.9	0.7	8.8	33.2
Lead (\$/mt)	2,385	-1.6	-1.3	20.9	32.4
Wheat (\$/bu)	675	-0.4	-1.4	5.3	22.6
Corn (\$/bu)	546	-0.1	0.6	12.9	48.9
Sugar (\$/lb)	18.4	-0.4	1.0	18.5	50.5

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.13	0.00	-0.11	0.00
Saudi Arabia	0.79	0.00	-0.02	0.66
UAE	0.38	0.03	-0.13	0.25
Kuwait	1.50	0.00	0.06	1.37
Qatar	1.00	0.10	-0.12	0.87
Bahrain	1.59	0.00	-0.66	1.46

Source: Reuters

NOTES:

(1) Prices updated as of July 27, 2021 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Tuesday. S&P 500 and NASDAQ ended 0.5% and 1.2% lower, respectively. Dow Jones Industrial declined 0.2%. In Europe, UK closed 0.4% lower. Germany and France decreased 0.6% and 0.7%, respectively.
- Asian markets are trading in the red on Wednesday. China, Japan and South Korea are trading 0.6%, 1.4% and 0.5% lower, respectively. Hong Kong and India are down 0.2% and 0.7%, respectively, in the morning session.
- GCC markets ended mixed on Tuesday. Dubai gained 0.1%, while Abu Dhabi closed flat. Kuwait ended flat, while Qatar decreased 0.1%. Oman ended 0.3% higher, while Bahrain closed 0.1% lower.
- Kuwait is set to spend nearly KWD 544mn (SAR 6.8bn) on five strategic infrastructure projects for the 2021-22 period. Of the five projects, the biggest spend of KWD 360mn (SAR 4.5bn) is for the Kuwait International Airport Terminal T2 expansion project, while a budget of KWD 74mn (SAR 923mn) has been allocated for the New Maternity Hospital project. (Source: *Trade Arabia*)
- World Bank's support to the Mena region has exceeded USD 4.75bn (SAR 17.8bn) in fiscal year 2021, helping countries respond to needs arising from the pandemic including securing vaccines while strengthening health, education, and social protection systems. This year, the World Bank approved 35 new operations in the Mena region, including those focused on the Covid-19 response, across health, business, and social safety net systems as well as those focused on climate-smart investments for a resilient recovery. (Source: *Trade Arabia*)
- The Abu Dhabi Fund for Development's (ADFD) has achieved AED 150bn (SAR 153bn) development funding and investments across 97 countries since its establishment in 1971. The ADFD has also launched initiatives and new tools to contribute to the national economy's growth by improving the role of the private sector and expanding the businesses of national companies in its beneficiary countries receiving financing all around the world. (Source: *Decypha*)
- According to Sharjah Real Estate Registration Department (RERD), Sharjah has registered 40,346 real estate transactions worth AED 12.2bn (SAR 12.5bn) during 1H21, up 40.5% from the same period of 2020. The performance of Sharjah's real estate industry is driven by the return of business following the coronavirus (COVID-19) pandemic's decline and the economic incentives launched by the Executive Board in November 2020, which raised investors' confidence in the market. (Source: *Decypha*)

Coming Up

- US' Fed interest rate decision (prior: 0.25%, consensus: 0.25%) will be announced today. (Source: *Trading Economics*)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended July 23 (prior: +2.1mn barrels) will be announced today. (Source: *Trading Economics*)
- US jobless claims for the week ended July 24 (prior: 419K) will be announced tomorrow. (Source: *Trading Economics*)

Daily Markets Overview

28 July 2021

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital

(Closed Joint Stock Company Owned by Banque Saudi Fransi)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.